

CITY COUNCIL AGENDA ITEM COVER MEMO

FOR AGENDA OF COUNCIL MEETING/WORK SESSION – DATE: October 23, 2014

ACTION REQUESTED BY: Huntsville Utilities

COUNCILMAN: ALL **DISTRICT: ALL**

SUBJECT MATTER: Gas Budget Work Order

EXACT WORDING FOR AGENDA: Resolution authorizing the approval and purchase of materials and labor for new construction items for FY2015 (BWO 251-2015) (Utilities: Gas).

ORDINANCE: **RESOLUTION: X** **MOTION:**

(IF AMENDMENT, STATE TITLE AND NUMBER OF ORIGINAL): N/A

ITEM IS TO BE CONSIDERED FOR:

INTRODUCTION: **ACTION: X** **DISCUSSION:**

UNANIMOUS CONSENT REQUIRED? No

BRIEFLY STATE WHY THE ACTION IS REQUESTED; WHY IT IS RECOMMENDED OR NOT RECOMMENDED; WHAT COUNCIL ACTION WILL PROVIDE, ALLOW, OR ACCOMPLISH; ANY ASSOCIATED COST; BUDGETED (?); AND ANY OTHER INFORMATION THAT YOU THINK MIGHT BE HELPFUL.

Approval to purchase materials and labor for new construction items for the Gas Department as outlined in the FY2015 budget. The total estimated cost to Huntsville Utilities is \$10,454,500.00. All items are FY2015 budgeted items. This will impact budget code 51. (**Budget Work Order 251-2015**).

MAYOR RECOMMENDS OR CONCURS? YES _____ NO _____ N/A _____

SIGNATURE: Jay C. Stowe, P.E., President/CEO

DATE: September 30, 2014

RESOLUTION NO. 14-_____

WHEREAS, on September 30, 2014 the City of Huntsville Gas Utility Board approved a Capital Budget for the Gas System for the Fiscal Year 2015, which includes Budget Work Order 251-2015 New Construction Items for road projects, system improvements, main extensions, new services and capital projects, at a total estimated cost of \$10,454,500.00; and

WHEREAS, the estimated cost of said Budget Work Order 251-2015 New Construction Items is in excess of \$25,000.00 and requires the consent and approval of the City Council of the City of Huntsville, Alabama.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Huntsville, Alabama, that Budget Work Order 251-2015 New Construction Items for road projects, system improvements, main extensions, new services and capital projects, for Fiscal Year 2015 at a total estimated cost of \$10,454,500.00 be, and the same is hereby approved, and the written consent and approval of the City Council of the City of Huntsville, Alabama is hereby granted to the City of Huntsville Gas Utility Board for the expenditure of sufficient funds from the proper fund belonging to the City of Huntsville Gas Utility Board for the payment of the cost thereof.

ADOPTED this the _____ day of _____, 2014.

President of the City Council of
The City of Huntsville, Alabama

APPROVED this the _____ day of _____, 2014.

Mayor of the City of Huntsville,
Alabama

**HUNTSVILLE GAS SYSTEM
Work Order (Budget)**

Work Order #: 251-2015

Budget Code: 51

Budget Year: 2015

Description: Purchase materials for new construction items and labor as outlined in the FY2015 budget for the Gas Department for fiscal year 2015. These items include system improvements and capital projects and are 2014-2015 budgeted items, budget code 51.

Budgeted Total: \$10,454,500.00

Prepared by: Beth Newmy
Engineering Services Analyst

Date: 9/23/14

Approved by: Jim Balle
Manager

Date: 9/24/14

Authorized by: Sam Orr
Vice President of Operations

Date: 9/27/14

Authorized by: _____
President/CEO

Date: _____

Approved by Gas & Water Board: _____

Date

Approved by City Council: _____

Date

**Huntsville Utilities
Summary of Capital Budget
Fiscal Year 2015
Gas Department**

			<u>MATERIALS</u>	<u>CONTRACT LABOR</u>	<u>IN HOUSE LABOR</u>	<u>TOTAL</u>
MATERIALS - NEW CONSTRUCTION (51)						
#1	523900-50	New Construction (GAS METER SHOP)	4,000	-	-	4,000
#2	523050-51	Request replacement of 6"-8" Fusion Equipment for PE (GAS OPERATIONS)	60,000	-	-	60,000
#3	523050-51	Modular Aluminum Shoring Material to build one modular box up to 10' tall, J&B Tool Inc (GAS OPERATIONS)	15,500	-	-	15,500
#4	607120-51	New Construction - general development and main extensions (ENGINEERING - GAS)	450,000	2,000,000	900,000	3,350,000
#5	607120-51	New Construction - completion of Gas High Pressure Eastern Loop via Hwy 72 (ENGINEERING - GAS)	2,500,000	3,500,000	-	6,000,000
#6	607120-51	Advanced Meter Infrastructure and Meter Data Management Software and Hardware, Consultant Fees and Other Purchases (ENGINEERING - GAS)	100,000	700,000	-	800,000
#7	523050-51 CARRYOVER	Purchase 350 KW Standby Generator for Complete Gas-Water Operations Center at 4203 Triana Blvd. May not be completed by 9.30.14. (GAS OPERATIONS)	225,000	-	-	225,000
MATERIALS - NEW CONSTRUCTION TOTAL			3,354,500	6,200,000	900,000	10,454,500